

TO: C J
FROM: C J
SUBJECT: Contact with Grallspice 1, 26 May 1953
Contact Report #24

Opening of Meeting:

1. As per arrangements made at the previous meeting case officer C J met agent Grallspice 1 at 1000 hours on 26 May 1953 in front of the Cafe Neutor. Agent and case officer went into the cafe where the meeting was held.

Production:

2. None.

Operational Matters:

3. Case officer reported to agent that it had been decided not to carry out the cover plan of agent's buying scrap material and reselling it. This plan would add sufficient cover to agent's existence in Salzburg but would also at the same time bring attention to agent in his business transactions. Therefore it was decided that it would be better if agent merely wrote a series of letters to a firm and then would leave them and the answers lying about his desk in his apartment so as to give the impression to his landlord that he is engaged in business. Agent agreed that this would be better and that he would write the necessary series of letters.

4. Agent reported that he had registered with the Salzburg police. No difficulty was encountered.

Personal Matters:

5. C J reported to Grallspice 1 that 1 June had been set as the day to bring his wife to Salzburg. Grallspice 1 was very happy to hear about the arrangements. Case officer told agent that he would take the latter's TTD along to Munich and have it renewed.

6. Agent and case officer spent the majority of the meeting time studying English. Agent also noted that in reading the Communist newspapers the names of Malenkov, Beria, Molotov have been strikingly absent in the editorials during the last week. Agent felt this re-affirms the belief that a struggle for power is now taking place in the Kremlin.

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7. Agent was also informed that he and case officer would go to Munich in the next week where agent will have to undergo a complete medical exam. Case officer told agent that this request for medical examination probably meant that agent's immigration papers are nearing final process.

Administrative Matters:

8. Agent was given three packages of Chesterfield cigarettes. No security objection was involved since PX cigarettes can be bought in almost all cafes and night clubs in Salzburg.

9. Agent was paid his 1,000 schillings monthly subsistence. Case officer told agent that he (case officer) had sent only \$100 to agent's wife and that therefore agent still had \$100 coming to him. Agent said that this financial arrangement could be discussed at a later date.

Close of Meeting:

10. The meeting ended at 1115 hours. It was agreed to meet again at 1600 hours 1 June in front of the Maxglaner Kino.

Case Officer Comments:

11. None.

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